



**\*\*\* FLOOR ALERT \*\*\***  
**FILE ITEM 288**

August 22, 2016

TO: Members, California State Assembly

SUBJECT: **SB 32 (PAVLEY) CALIFORNIA GLOBAL SOLUTIONS ACT OF 2006**  
**THIRD READING – AUGUST 22, 2016 – FILE ITEM 288**  
**OPPOSE/JOB KILLER – AS AMENDED AUGUST 19, 2106**

The California Chamber of Commerce and above-listed organizations must respectfully **OPPOSE SB 32 (Pavley)**, which has been labeled as a **JOB KILLER**. As amended August 19, 2016, **SB 32** will increase the cost

to California businesses, make them less competitive and discourage economic growth by mandating a reduction in greenhouse gas emissions (GHG) of at least 40% below 1990 levels by 2030 with no consideration of the economic side effects or ongoing oversight for the Legislature. .

### **UNLIMITED AUTHORITY TO CARB**

**SB 32** provides the California Air Resources Board (CARB) with unfettered authority in pursuit of a GHG reduction goal. This bill does not require an analysis of whether current regulations have exacerbated or prevented emissions or economic leakage outside our borders. Nor does it consider how California's regulations have influenced other state or national governments to emulate our approach. AB 32 has been in place now for nearly ten years with little to no oversight or analysis.

### **ANALYSIS IS KEY**

While we appreciate the need to address climate change, it is imperative that a cost benefit analysis be used to guide climate policies. The Legislature deserves a robust, meaningful analysis and to be informed before giving CARB carte blanche authority to move forward. Before any additional greenhouse gas emission reduction targets are set, there must be a credible and independent marginal cost analysis on the strategies adopted thus far in order to educate and guide greenhouse gas emission reductions post 2020. This will allow the Legislature to make educated decisions, provide appropriate guidance to regulatory agencies, and effectively oversee agency implementation to ensure that the costs and benefits of policy choices are realized.

### **SB 32 WILL SIGNIFICANTLY DRIVE UP HOUSING COSTS**

**SB 32** creates significant uncertainty for residential construction and all types of development which will result from prematurely enacting increasingly speculative GHG reduction targets without first acknowledging the technological feasibility, the cost implications for housing, and the significant CEQA litigation risks that would be presented for development projects and plans adopted today.

Before extending greenhouse gas reduction mandates beyond 2020, the Legislature should independently evaluate the cost and benefit of the state's current climate change programs to better understand what has and has not worked. Therefore, we must **OPPOSE SB 32 (Pavley)** as a **JOB KILLER**.

California Chamber of Commerce  
African American Farmers of California  
Agricultural Council of California  
American Forest and Paper Association  
American Wood Council  
Associated Builders and Contractors of California  
Brea Chamber of Commerce  
Building Owners and Managers Association  
California Agricultural Aircraft Association  
California Association of Nurseries and Garden Centers  
California Building Industry Association  
California Business Properties Association  
California Cattlemen's Association  
California Cotton Ginners Association  
California Cotton Growers Association  
California Dairies, Inc.  
California Farm Bureau Federation  
California Fresh Fruit Association  
California Independent Oil Marketers Association  
California Independent Petroleum Association  
California League of Food Processors  
California Manufacturers & Technology Association  
California Small Business Association  
California Taxpayers Association  
California Trucking Association  
Camarillo Chamber of Commerce

Chambers of Commerce Alliance of Ventura and Santa Barbara Counties  
Family Business Association  
Greater Fresno Area Chamber of Commerce  
Greater Bakersfield Chamber of Commerce  
Greater Riverside Chambers of Commerce  
Inland Empire Economic Partnership  
International Council of Shopping Centers  
Irvine Chamber of Commerce  
Los Angeles County Business Federation  
NAIOP - Commercial Real Estate Development Association  
National Federation of Independent Business  
National Hmong American Farmers  
Nisei Farmers League  
North Orange County Chamber  
Orange County Business Council  
Oxnard Chamber of Commerce  
Rancho Cordova Chamber of Commerce  
Redondo Beach Chamber of Commerce and Visitor Bureau  
San Jose Silicon Valley Chamber of Commerce  
Santa Maria Valley Chamber of Commerce and Visitor Bureau  
Simi Valley Chamber of Commerce  
South Bay Association of Chambers of Commerce  
Southwest California Legislative Council  
Torrance Area Chamber of Commerce  
Valley Industry and Commerce Association  
Western Agricultural Processors Association  
Western Growers Association  
Western Plant Health Association  
Western States Petroleum Association

cc: The Honorable Fran Pavley  
Martha Guzman-Aceves, Office of the Governor  
Katie Koerber, Assembly Republican Caucus  
District Offices, Members, California State Assembly

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